COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| THE NOTICE OF PURCHASED |) |
|---|------------------|
| GAS ADJUSTMENT FILING OF WESTERN LEWIS-RECTORVILLE WATER AND GAS DISTRICT | CASE NO. 9642-CO |

ORDER

On February 4, 1987, the Commission issued its Order in Case No. 9642 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On May 9, 1990, Western Lewis-Rectorville Water and Gas District ("Western Lewis") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas Transmission Corporation ("Transmission"), effective June 1, 1990, and submitted with its notice certain information in compliance with its purchased gas adjustment ("PGA") clause on file with this Commission.

The Commission takes administrative notice of Transmission's recent tariff filings with the Federal Energy Regulatory Commission ("FERC"). Although Transmission filed a revised tariff with FERC to increase its rates effective June 1, 1990, it concurrently requested that the FERC delay implementation of this revised tariff until November 1, 1990.

Accordingly, the Commission finds, after reviewing the record in this case and being otherwise sufficiently advised, that Western Lewis's proposed rates should be denied.

IT IS THEREFORE ORDERED that the rates proposed by Western Lewis are hereby denied.

Done at Frankfort, Kentucky, this 25th day of May, 1990.

PUBLIC SERVICE COMMISSION

Chairman

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Commissioner

ATTEST:

Puganting Director